
FISCAL MANAGEMENT

BORROWING FUNDS

I. Borrowing Purposes and Debt Instruments

- A. The Local Finance Law authorizes operating borrowing to cover cash-flow shortfalls including: Revenue Anticipation Notes, Tax Anticipation Notes, or Budget Notes. These types of borrowing must be authorized by the Board of Education (the Board) through the adoption of a formal Borrowing Resolution.
- B. Capital Borrowings may include Bond Anticipation Notes, Statutory Installment Bonds, and Serial Bonds. These borrowings are only authorized for items for which a period of probable usefulness has been established in Section 11.00 of the Local Finance Law. Generally, these borrowings may only be undertaken after a positive public majority vote at the Annual Meeting or special election. The Board of Education must formalize the authority for the indebtedness by adopting a legally complete formal bond resolution prior to any borrowing. The text of the Bond Resolution, vote and legal notices should be prepared by a recognized bond counsel. The Board of Education hereby delegates its authority to set the terms and conditions of any borrowing to the President of the Board of Education, as Chief Fiscal Officer of the Oriskany Central School District (the District), in consultation with the Superintendent of Schools, Business Administrator and legal counsel.

II. Borrowing Procedures

The Superintendent, assisted by the School Business Administrator shall make recommendations to the Board of Education on the timing, bidding, terms and conditions of, placement, and reporting on any borrowings. Operating borrowing recommendations shall be supported by a monthly cash flow estimate covering the time thereof and establishing the amount of such borrowing. The Superintendent is authorized to solicit and use the services of a Financial Consultant and Bond Counsel in planning and completing any borrowing to optimize the number of potential bids and obtain lower market interest rates.

III. Written Reports

All borrowings shall be documented in written reports outlining the details of each borrowing and the interest rate bids received thereon. The written report shall first be presented to the Superintendent and/or the School Business Official who shall report thereon quarterly.

POLICY

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IV. Legal Opinion

The use of the services of a recognized Bond Counsel is hereby approved to draft the legal notices, resolutions, borrowing instruments, and render ~~his~~ their approving Legal Opinion on the legality and tax status of the debt instrument.

Oriskany Central School District

Legal Ref: NYS Local Finance Law §11.00, 20.00

Adopted: 12/17/90, 07/01/91, 07/06/04

Revised: 12/15/14, 04/08/19, _____